

From: George Karliychuk <gkarliychuk@gmail.com>
Sent: Wednesday, March 3, 2010 10:01 PM
To: secretary <secretary@CFTC.gov>
Subject: Regulation of Retail Forex

Dear Sir/Madam,

Limiting leverage to 10:1 is simply ludicrous. It looks like this proposition is coming from a person who never traded. I'll explain, you would need to have 1000\$ to keep one mini lot open (10k). It means that I would need to have around 1300\$ to trade 1 mini lot to allow some 300 pips per one lot in case I make a mistake trading and suffer a margin call when my balance falls to 1000\$, as it would be ridiculous trading with 1 mini lot having 1000 dollars lying there getting moldy in the account. I know this could be profitable for brokers to have 10-fold influx of funding into their accounts which will give them all this excess capital to work with. This move is against retail traders, what will happen we will move our money away from the USA completely and will be trading in the countries of Europe, because having 1300 dollars in the account to trade one mini lot is a madness, because you will then be making around 100 pips a month, say, which is 100 USD. What kind of trading is that?